

Comment of the week

Markets closed with mixed results, with the Nasdaq and the emerging markets index maintaining gains.

In the fixed income market, given the announcements that the US government will run out of resources on June 1st if the debt ceiling is not increased, the rates of treasury bills due in June have risen above 5, up to 5.43%.

In the global macroeconomic environment, the US Fed and the European Central Bank made monetary policy decisions:

- The Federal Reserve raised interest rates by a quarter of a percentage point (0.25%), placing the rate in the 5.00%-5.25% range, noting that this could be the last hike. The decision was unanimous, likewise it makes its possibilities for the future more flexible and opens the window for an eventual pause.
- The European Central Bank (ECB) raised the interest rate by 25 basis points, President Lagarde pointed out that the Central Bank is not yet ready for close pauses, in a clear divergence with the Fed. Although the two banks raised the rate in the same magnitude, the ECB continues to anticipate new increases in the future in the face of strong inflationary pressures.
- There was a surprise in monetary policy in Australia, which raised interest rates 0.25% this month, reaching 3.85%, after two months of pause.

On the other hand, labor market data was revealed in the US, with the largest gain in job growth in the private sector (excluding the agricultural sector and the government) since July. The unemployment rate, for its part, fell to 3.4%, while the labor participation rate remained stable at 62.6%.

Corporate reports are surprising to the upside, although there are fears of sharp declines in banks, this week in the face of announcements that regulators seized First Republic Bank and reached an agreement with JPMorgan to take over its offices as new subsidiaries, there is a break in this sector and investors are waiting for announcements of changes in the regulation for some banks by the SEC.

Last week UBER, APPLE exceeded expectations with appreciations in their shares while Pfizer, Starbucks and Qualcomm, despite giving good reports, sent weak signals for the future, so they suffered devaluations in their share prices.

Data and events of interest

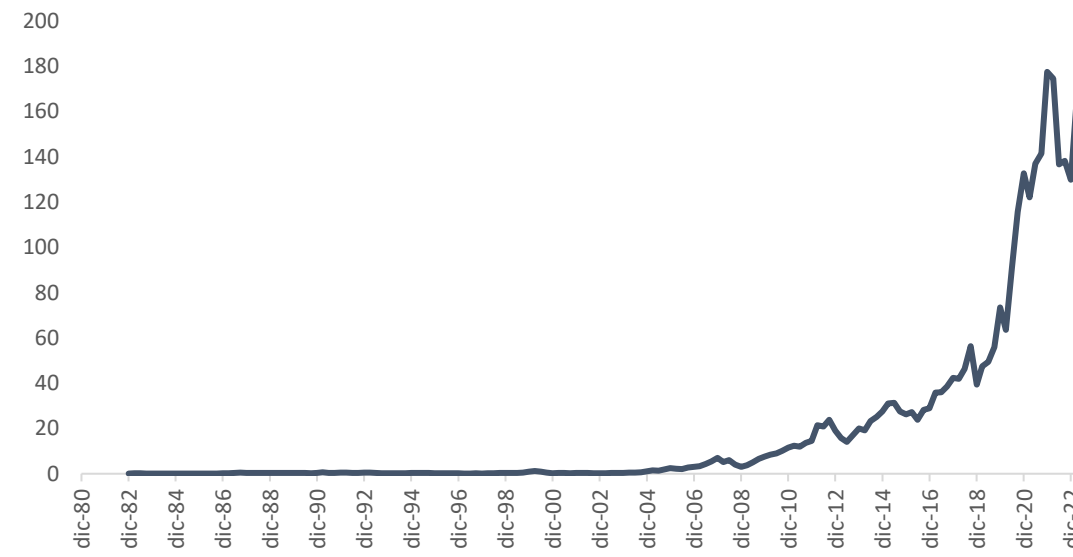
This week

- USA:** CPI, PPI. Meeting between Biden and Kevin McCarthy of Congress for debt ceiling.
- United Kingdom:** Monetary Policy Meeting, GDP
- Europe:** Inflation Germany, France
- Emerging:** Inflation: China, Mexico, Peru and Brazil. Rate decision: Chile and Peru
- Corporate reporting:** *previous week*

- US:** Fed
- Europe:** ECB Decision, Inflation
- Emerging:** Brazil rates, Colombia Inflation, Peru Inflation, China PMIs, Malaysia Rates
- Corporate reporting:** Apple, AMD, Qualcomm, Ford, Peloton

FED AND ECB RAISE REFERENCE RATES IN LINE WITH EXPECTATIONS

BEHAVIOR APPLE SHARES



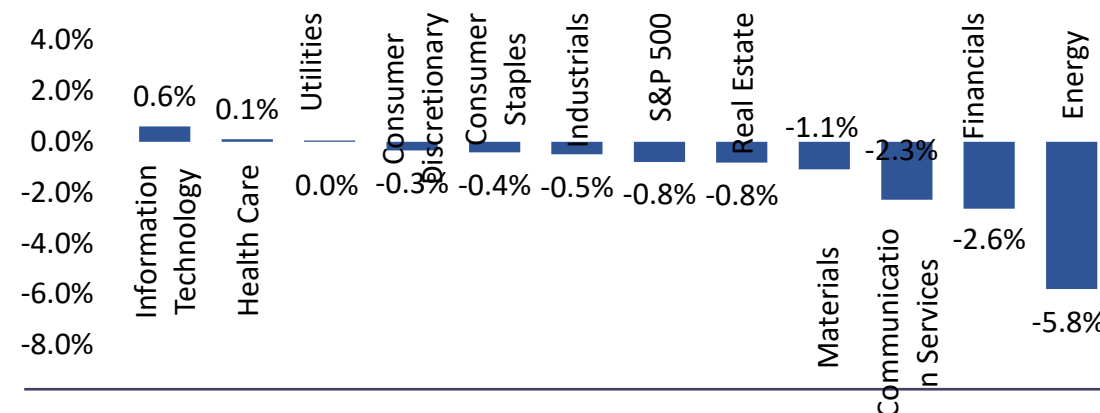
Source: Compiled by In On Capital.

Apple reported better-than-expected results on Thursday, helped by strong iPhone sales and notable gains in India and other newer markets. In its fiscal second quarter, Apple's sales fell 2.5%, better than analysts' expectations, which had expected a 4.4% decline. iPhone sales in China, a country with poor numbers for other tech companies this quarter, turned out to be better than expected.

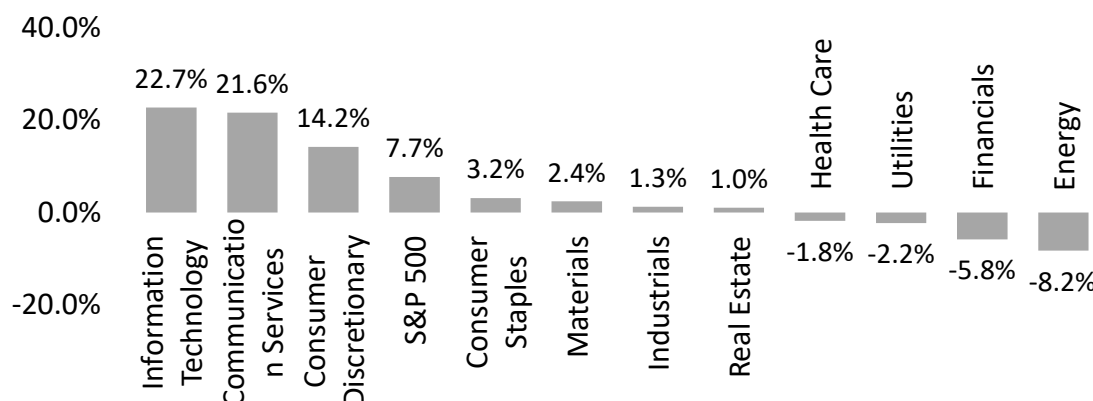
In parallel, Apple said that it will repurchase 90,000 million dollars in its shares, which suggests that it has confidence in the future in the medium and long term.

Sectors:

Weekly



Annual



In On Financial Markets Monitor

Equities	Level	Price return (%)		Features
	05/05/2023	1 Week	2022	Fwd P/E
S&P 500	4136.25	▼ -0.80	▲ 7.73	18.90
Dow Jones 30	33674.38	▼ -1.24	▲ 1.59	17.23
Nasdaq 100	13259.13	▲ 0.10	▲ 21.20	25.52
Russell 2000	1759.88	▼ -0.51	▼ -0.08	24.40
Russell 1000 Growth	2487.43	▲ 0.11	▲ 15.26	25.17
Russell 1000 Value	1497.49	▼ -1.73	▲ 0.03	15.06
MSCI Emerging Markets	981.66	▲ 0.47	▲ 2.64	12.46
MSCI Developed & Emerging World	652.45	▼ -0.39	▲ 7.78	16.29
MSCI China	64.77	▲ 0.65	▲ 0.47	10.89
Topix - Japan	2057.00	▬ 0.00	▲ 0.09	13.28
EuroStoxx 50	4340.43	▼ -0.43	▲ 14.41	12.67
FTSE 100 - United Kingdom	7778.38	▼ -1.17	▲ 4.38	10.83

Fixed income	Yield	Total return (%)	
	05/05/2023	1 Week	2022
U.S. Aggregate	4.31	▼ -0.05	▲ 3.53
U.S. Corporate High Yield	8.57	▼ -0.38	▲ 4.21
Global Aggregate	3.49	▲ 0.15	▲ 3.62
Global High Yield	9.26	▼ -0.24	▲ 3.55
Emerging Markets Hard Currency	4.92	▼ -0.88	▲ 0.95
Emerging Markets Local Currency	0.82	▲ 1.00	▲ 5.27

Interest rate	Yield		Change in Basic Points	
	05/05/2023	12/30/2022	1 Week	2022
2-yr U.S. Treasuries	3.91	4.43	▼ -0.09	▼ -0.51
10-yr U.S. Treasuries	3.44	3.87	▲ 0.01	▼ -0.44
10-yr German Bund	2.29	2.57	▼ -0.02	▼ -0.28

Currencies	Levels		Percentage change (%)	
	05/05/2023	12/30/2022	1 Week	2022
Dolar Index	101.21	103.52	▼ -0.44	▼ -2.23
Euro	1.10	1.07	▬ 0.00	▲ 2.93
British pound	1.26	1.21	▲ 0.55	▲ 4.58
Japanese Yen	134.80	131.12	▼ -1.10	▲ 2.81
Yuan renminbi chinese	6.92	6.92	▼ -0.08	▼ 0.00
Mexican peso	17.76	19.50	▼ -1.32	▼ -8.91
Colombian peso	4528.00	4850.00	▼ -3.59	▼ -6.64

Commodities	Level	Percentage change (%)	
	05/05/2023	1 Week	2022
Crude oil WTI	71.34	▼ -7.09	▼ -11.11
Natural Gas	2.14	▼ -11.33	▼ -52.25
Gold	2016.79	▲ 1.35	▲ 10.57
Copper	387.15	▲ 0.04	▲ 1.60
Corn	653.25	▲ 2.71	▼ -3.72
Coffee (US\$/pound)	1.91	▲ 0.61	▲ 14.17
Bloomberg Commodity Index	102.96	▼ -1.30	▼ -8.73

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- como volver de semana santa sin haber caído en bancarrota

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